

PENN PLAZA INDUSTRIAL PARK
1343 LOWER MARINE DRIVE
BREMERTON, WA. 98312

May 26, 2002

William Sesko
3536 Arsenal Way
Bremerton, Wa. 98312

Dear Bill and Natasha:

I just wanted to put in writing some of the things we discussed, both on the phone and in writing, over the last week or two. The purpose would be that there be no misunderstanding about are intensions.

Again I reiterate how painful it is for us to have to take such strong action. The answer is simple. The City wants your equipment off our property, and we intend to comply.

So there is no confusion about what we will do, I will list our actions below:

1. Serve you with a "Three Day Pay or Vacate"
2. Apply to the Courts for a "Unlawful Detained"
3. Move your equipment off the property
4. Go to court and request reimbursement of our expenses

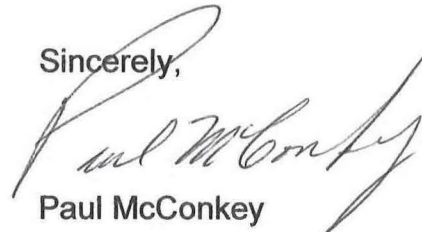
Number one has been completed and I appreciate your coming to the office so we could serve you. Barring any unanticipated delays from the Court, we should be ready to move your equipment in approximately three weeks.

As I discussed with you in my office, anything you can move before then would be to your benefit. As you know I have allowed you to use our forklift. A decision upon which I have a great deal of misgivings. I would hope you would treat it kindly, and not try to lift some of your huge pieces of equipment.

My advice to you, which you seem very reluctant to take, would be to hire workers, take a vacation from work, and get busy. There is no one more capable of moving that stuff than you.

Please feel free to call me at any time.

Sincerely,



Paul McConkey

Bc: Janet Lunceford

NOTICE TO PAY RENT OR VACATE

TO: William J. Sesko d/b/a
3536 Arsenal Way
Bremerton, WA 98312

YOU ARE HEREBY NOTIFIED that the rent and other charges for the monthly periods of April and May 2002 for the premises situated in the County of Kitsap, State of Washington, more particularly described as follows, to wit:

That certain space in Penn Plaza Industrial Park located at 1725 Pennsylvania Avenue, Bremerton, Kitsap County, Washington 98337 described as follows:

Lower Yard Area and B5A Paint Booth

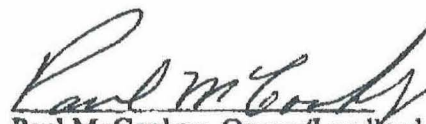
Are now due and payable in the sum of Three Thousand Seventy-Five dollars (\$3,075.00). This sum is a composite of the following:

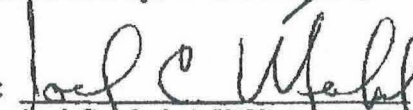
- A. Rent in the sum of \$3,000 for March, April and May; and
- B. Late Charges, interest and unpaid electric charges totaling \$75.

AND YOU ARE HEREBY NOTIFIED AND REQUIRED to pay the same to the undersigned Landlord within three days of the date of service of this notice upon you or, in the alternative, to vacate and surrender the premises.

Your failure to comply with this notice within three days after receipt hereof will result in your being in unlawful detainer of the premises described and judicial proceedings will be instituted for your eviction.

DATED this 22 day of May, 2002.


Paul McConkey, Owner/Landlord

By: 
Joel C. Merkel, WSBA # 4556
Attorney for Paul McConkey
821 Second Ave., Suite 2000
Seattle, WA 98104
206-389-8222

RECEIVED COPY

THUR 23 MAY 4:45 PM



Penn Plaza Ind. Park
1343 Lower Marine Drive
Bremerton, Wa. 98312



Janet Lunceford
817 Pacific Ave.
Bremerton, Wa. 98337



98337+1921

